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PTO/SB/82 (10-00)

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U.S. Patent and Trademark Office; U.S. DEPARTMENT OF COMMERCE

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REVOCATION OF POWER OF ATTORNEY OR AUTHORIZATION OF AGENT

Filing Date January **First Named Inventor** SKEMER Group Art Unit 2131 **Examiner Name Attorney Docket Number** TR-053

I hereby revoke all previous powers of attorney or authorizations of agent given in the above-identified application: A Power of Attorney or Authorization of Agent is submitted herewith. OR						
OR OR						
Please change the correspondence address for the above-identified application to:						
Customer Number Customer Number ———————————————————————————————————						
OR						
Firm or Individual Name TROPIC NETWORKS INC.						
Address Attention: Dr. Victoria Donnelly						
Address 135 Michael Cowpland Drive						
City Kanata, Ontario, Canada. K2M 2E9						
Country KANATA State Ontario ZIP K2M 2E9						
Telephone (613) 270-6026 Fax (613) 270-9662						
I am the:						
Applicant/Inventor.						
X Assignee of record of the entire interest. See 37 CFR 3.71. Statement under 37 CFR 3.73(b) is enclosed. (Form PTO/SB/96)						
SIGNATURE of Applicant or Assignee of Record						
Name David G. Coomber - Vice-President, R&D						
ure JBC						
Date June 18, 2001						
NOTE: Signatures of all the inventors or assignees of record of the entire interest or their representative(s) are required. Submit multiple forms if more than one signature is required, see below*.						
*Total offorms are submitted.						

Burden Hour Statement: This form is estimated to take 3 minutes to complete. Time will vary depending upon the needs of the individual case. Any comments on the amount of time you are required to complete this form should be sent to the Chief Information Officer, U.S. Patent and Trademark Office, Washington, DC 20231. DO NOT SEND FEES OR COMPLETED FORMS TO THIS ADDRESS. SEND TO: Assistant Commissioner for Patents, Washington, DC 20231.

Please type a plus sign (+) inside this box PTO/SB/81 (02-01) PTO/SB/81 (02-01)
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Examiner Name

Attorney Docket Number

TR-053

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Address		Attention	: Dr. Vict	oria Donne	11y			
Address		135 Micha	el Cowpland					
City		Kanata		State Ontar	io Zip	K2M	2E9	
Country		CANADA (613) 270	-6026		270-96	62		
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I am the: Applican	nt/Invento	or.						
(Fee) Assistant	<b>.</b>		0 07 OFD	7.74				
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	•	SIGNATURE of	Applicant or Assig	nee of Record				
Name	Dayi	d G. Coomber	- Vice-Pr	esident, R	&D			
Signature	15							
Date	June	18, 2001						
NOTE: Signatures of all forms if more than one		tors or assignees of rec	ord of the entire interes	t or their representat	ive(s) are requi	red. Subm	it multiple	
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U.S.Patent and Trademark Office; U.S. DEPARTMENT OF COMMERCE nder the Paperwerk Reduction Act of 1985, no persons are required to respond to a collection of information unless it displays a valid OMB control number.

## STATEMENT UNDER 37 CFR 3.73(b) TROPIC NETWORKS INC. Applicant/Patent Owner: Filed/Issue Date: 8 January 2001 Application No./Patent No.: 09/755,037 DISTRIBUTED SUBSCRIBER MANAGEMENT SYSTEM Entitled: TROPIC NETWORKS INC., a corporation (Name of Assignee) (Type of Assignee, e.g., corporation, partnership, university, government agency, etc.) states that it is: 1. \( \text{\sqrt{1}} \) the assignee of the entire right, title, and interest; or 2. $\square$ an assignee of less than the entire right, title and interest. The extent (by, percentage) of its ownership interest is __ in the patent application/patent identified above by virtue of either: A. [ ] An assignment from the inventor(s) of the patent application/patent identified above. The assignment was recorded in the United States Patent and Trademark Office at Reel _____, Frame , or for which a copy thereof is attached. OR B. [X] A chain of title from the inventor(s), of the patent application/patent identified above, to the current assignee as shown below: 1. From: SKEMER, Terry To: SEDONA NETWORKS CORPORATION The document was recorded in the United States Patent and Trademark Office at Reel <u>011430</u>, Frame <u>0950</u>, or for which a copy thereof is attached. 2. From: ERNST & YOUNG INC., in its capacity as Trustee To: TROPIC NETWORKS INC. in Bankruptcy of SEDONA NETWORKS CORP. The document was recorded in the United States Patent and Trademark Office at Reel _____, Frame_____, or for which a copy thereof is attached. ____To:_ The document was recorded in the United States Patent and Trademark Office at Reel _____, Frame_____, or for which a copy thereof is attached. Additional documents in the chain of title are listed on a supplemental sheet. [x] Copies of assignments or other documents in the chain of title are attached. [NOTE: A separate copy (i.e., the original assignment document or a true copy of the original document) must be submitted to Assignment Division in accordance with 37 CFR Part 3, if the assignment is to be recorded in the records of the USPTO. See MPEP 302.08] The undersigned (whose title is supplied below) is authorized to act on behalf of the assignee. June 18, 2001 David G. Coomber Typed or printed name Date Signature Vice-President, R&D





PTAS

UNITED STATES DEPARTMENT OF COMMERCE Patent and Trademark Office

ASSISTANT SECRETARY AND COMMISSIONER OF PATENTS AND TRADEMARKS Washington, D.C. 20231

MARCH 29, 2001

LESLIE ANNE KINSMAN C/O BORDEN LADNER GERVAIR LLP 1000-60 QUEEN STREET OTTAWA, ONTARIO, KLP 5Y7, CANADA

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UNITED STATES PATENT AND TRADEMARK OFFICE NOTICE OF RECORDATION OF ASSIGNMENT DOCUMENT

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PLEASE REVIEW ALL INFORMATION CONTAINED ON THIS NOTICE. THE INFORMATION CONTAINED ON THIS RECORDATION NOTICE REFLECTS THE DATA PRESENT IN THE PATENT AND TRADEMARK ASSIGNMENT SYSTEM. IF YOU SHOULD FIND ANY ERRORS OR HAVE QUESTIONS CONCERNING THIS NOTICE, YOU MAY CONTACT THE EMPLOYEE WHOSE NAME APPEARS ON THIS NOTICE AT 703-308-9723. PLEASE SEND REQUEST FOR CORRECTION TO: U.S. PATENT AND TRADEMARK OFFICE, ASSIGNMENT DIVISION, BOX ASSIGNMENTS, CG-4, 1213 JEFFERSON DAVIS HWY, SUITE 320, WASHINGTON, D.C. 20231.

RECORDATION DATE: 01/08/2001

REEL/FRAME: 011430/0950

NUMBER OF PAGES: 3

BRIEF: ASSIGNMENT OF ASSIGNOR'S INTEREST (SEE DOCUMENT FOR DETAILS).

ASSIGNOR:

SKEMER. TERRY

DOC DATE: 02/03/2000

ASSIGNEE:

SEDONA NETWORKS CORPORATION 308 LEGGET DRIVE KANATA ORNTARIO, CANADA K2L 2P4

SERIAL NUMBER: 09755037

PATENT NUMBER:

FILING DATE: 01/08/2001

ISSUE DATE:

LAZENA MARTIN, EXAMINER ASSIGNMENT DIVISION OFFICE OF PUBLIC RECORDS

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FORM PTO- Expires 08/30/88 OMB 0851-0027	1619A 01-19-2001 P	S. Department of Commerce atent and Trademark Office PATENT				
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TO: The Comp	PATENTS ONLY  missione and Trademarks: Please record the attached original document of the attached original document or the attached or the attac	INS) or GOPIA				
Submission New	Type    Conveyance Type   X   Assignment   Security Agreement	1				
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Name (line 1)	Terry SKEMER					
Name (line 2)		Execution Date Month Day Year				
Second Party Name (line 1)						
Name (line 2)						
Name (line	Receiving Party  Name (line 1) SEDONA NETWORKS CORPORATION  Name (line 2)   Mark if additional names of receiving parties attached  If document to be recorded is an assignment and the receiving party is not domiciled in the United States, an appointment of a domestic representative is attached.					
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FORM PTO-1619B Expire: 06/30/99 OMB 0651-0027		Page 2	U.S. Department of Commerce Patent and Trademark Office PATENT
Correspondent Nam	e and Address	Area Code and Telephone Numb	per 613-237-5160
Name Lesli	e Anne Kinsman	, c/o Borden Ladner	Gervais LLP
Address (line 1) 1000-6			
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includir	ng any attachments.		Mark if additional numbers attached
If this document is being file signed by the first named expected Patent Cooperation	d together with a new Paten ecuting inventor.  Treaty (PCT)  pplication number Application number Application Number n assigned.  Enter the tot	tent Number (DO NOT ENTER BOTH number of properties involve	pplication was Month Day Year D2 03 2000  PCT PCT PCT
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#### **ASSIGNMENT**

I, Terry Skemer, whose full post office address is 2180 Queensgrove Road, Ottawa, Ontario, K2A 1P7, Canada, in consideration of \$1.00 the receipt of which is hereby acknowledged, and other good and valuable consideration, do hereby sell and assign to SEDONA NETWORKS CORPORATION, whose full post office address is 10-A Hearst Way, Kanata, Ontario K2L 2P4, Canada, all my right, title and interest in Canada, and all countries foreign to Canada in and to the invention disclosed in an application for patent relating to, and entitled DISTRIBUTED SUBSCRIBER MANAGEMENT, the application bearing Canadian Serial No. 2,296,213 and filing date of January 14, 2000, and to all my corresponding right, title and interest in and to any patent which may be, or has been granted therefor.

The Assignor hereby requires that this assignment be drawn in the English language.

SIGNED at	City	t awa	Country
this <u>3d</u>	day of Februar	-4. <u>2000</u> .	
		Terry Skemer	
	ST.	ATEMENT BY WITNE	ESS
I, DAME	(name of witness)	whose full po	st office address is 65 EVANUSHEN
CRISIGN	, ICANATA, O	MARN, CANA	0A , KIK 277
was personally pr	resent and did see Terry		thin assignment and such assignor is ment.

Please Complete and Return One Executed Form to Borden Elliot Scott & Aylen

#### **ASSIGNMENT**

THIS ASSIGNMENT made in duplicate this 5th day of Jone, 2001.

BETWEEN:

Ernst & Young Inc., in its capacity as Trustee in bankruptcy of Sedona Networks Corp. (the "Bankrupt") and as Receiver of the assets, collateral and undertaking of the assets, collateral and undertaking of the Bankrupt, pursuant to the letter of appointment attached hereto as Schedule "A", whose full post office address is Suite 1600, 55

Metcalfe Street, Ottawa, Ontario, Canada K1P 6L5

(hereinafter the "Assignor"),

AND:

**Tropic Networks Inc.**, whose full post office address is 135 Michael Cowpland Drive, Kanata, Ontario, Canada K2M 2E9

(hereinafter the "Assignee")

WHEREAS the Assignor is the Trustee in Bankruptcy of the Bankrupt and was appointed Receiver of the assets, collateral and undertaking of the Bankrupt by instrument on the 9th day of April, 2001 pursuant to a general security agreement (the "General Security Agreement) held by Fleet National Bank dated the 17th day of July, 2000, of which a financing statement was registered pursuant to the Personal Property Security Act on the 27th day of July, 2000 as Instrument no. 2000 0727 1752 1531 9235;

AND WHEREAS pursuant to the terms of the General Security Agreement, the Assignor may exercise its power of sale of the assets, collateral and undertaking of the Bankrupt by auction, tender or

private sale;

AND WHEREAS the Bankrupt has advertised the assets of the Bankrupt for sale by tender;

AND WHEREAS the Assignee has agreed to purchase the property set out in Schedule "B" hereto annexed on an "as is, where is" basis and pursuant to the Conditions of Sale annexed hereto as Schedule "C";

NOW THEREFORE, in consideration of the sum of \$2.00 and other good and valuable consideration, the receipt and sufficiency of which is hereby acknowledged, the Assignor does hereby sell and assign, subject to the terms of the Conditions of Sale annexed hereto as Schedule "C", all right, title and interest in Canada, the United States of America and all countries foreign thereto, in and to the inventions disclosed in the applications for patent listed in Schedule "B" attached hereto in which the Bankrupt was the assignee of all interest in and to the said applications, and to any applications for patent claiming priority therefrom, and to all corresponding right, title and interest in and to any patents issued therefrom, and to any patents issued from continuation, continuation-in-part, re-issue, divisional and re-examination applications derived from the above applications.

SIGNED this	5 th day of _	June	, 2001, at	Ottowa	, Ontario,
Canada.					
Ernst & Young In Trustee in Bankrup Sedona Networks C  Per: Name: Freel A  Title: S. Hoo	tcy and Receiver of Corp.				
		_	office address i	KELLY s <u>1134 Cindy</u> c, Antaria ent and did see <u>f</u>	Hill Crescent  K4M 1E7 was  RED ABBOUD  _, who is known
SIGNED this	<i>5</i> day of _	June	, 2001, at	OHawa	, Ontario,
Tropic Networks	Inc.				
Per:					
Name: VICTO	RIA DON	NELLY			
Title: DIREC	tor of Int	ELLECTUA	L		
	PLOF	ERTY	Witness State I, TON 16 office address Manual personally pres	KELLY is 1134 Cindy ck Ontard	Hill Crescent  KYM 1E7 was  CTORIA DONNELLY  , who is known

# SCHEDULE "A"

Letter appointing Ernst & Young Inc. as Receiver of the property of Sedona Networks Corp., dated April 9, 2001



Mail Stop: CT EH 40221B 777 Main Street Hartford, CT 06115 860 986.3788 tel 860 986.3162 fax george_e_durstin@fleet.com

April 9, 2001

Ernst & Young, Inc. 55 Metcalfe Street Ottawa, ON K1P65 Attn: Alex Morrison

Senior Vice President

RE: Sedona Networks Corp.

Dear Sir:

As security for the indebtedness of Sedona Networks Corp. (the "Company") to Fleet National Bank (the "Bank"), the Bank holds, *inter alia*, two general security agreements dated July 12, 1999 and July 17, 2000 (collectively the "Security").

The Bank hereby appoint Ernst & Young, Inc. as Receiver of all of the property, assets and undertaking of the Company pursuant to the terms of its Security and instructs you to take all necessary action to immediately take possession of, preserve, maintain, protect and realize upon such property, assets and undertaking for the benefit of the Bank.

DATED at HARTFORD, (T this 97H day of April, 2001.

FLEET NATIONAL BANK

George E. Durstin

/Xice President, Fleet National Bank

For consideration received, the undersigned hereby consents to act as Receiver in accordance with the terms and conditions of the foregoing.

DATED at Ottawa this

day of April, 2001.

ERNST & YOUNG, INC.

Per: _

Alex Morrison

Senior Vice President

# **SCHEDULE** "B" - Patent Applications

Serial Number	Filing Date	Title	Inventors	Country
09/755,037	January 8, 2001	DISTRIBUTED SUBSCRIBER MANAGEMENT SYSTEM	Skemer	US
09/419,471	October 15, 1999	TDM-QUALITY VOICE OVER PACKET	Skemer et al.	US
09/464,452	December 10, 1999	METHOD OF LABELLING DATA UNITS WITH A DOMAIN FIELD	Skemer	US
2,293,989	January 7, 2000	DISTRIBUTED SUBSCRIBER MANAGEMENT SYSTEM	Skemer	CA
-2,296,213	January 14, 2000	DISTRIBUTED SUBSCRIBER MANAGEMENT SYSTEM	Skemer	CA

# **SCHEDULE "C"**

# CONDITIONS OF SALE

### **CONDITIONS OF SALE**

#### SEDONA NETWORKS CORP.

- The Vendor of the Parcels is Ernst & Young Inc., in its capacity as Receiver and Trustee of Sedona Networks Corp. (the "Company").
- 2. The assets being sold (hereinafter referred to as the "Property") pursuant to these Conditions of Sale shall include the Vendor's right, title and interest, if any, in the following assets:
  - Parcel 1 Inventory
    - A-1 New
    - A-2 New
    - A-3 New
    - A-4 New
    - A-5 New
    - B Used
  - Parcel 2 Furniture, fixtures and misc. office supplies
  - Parcel 3 Communications equipment
  - Parcel 4 Computer equipment
    - A. SUN Ultra 10 workstations
    - B. Dell workstations
    - C. Dell Inspiron notebooks
  - Parcel 5 Network and server infrastructure
  - Parcel 6 Design verification lab equipment
    - A. Digital Signal Processing equipment
    - B. Data verification equipment
    - C. Voice verification equipment
    - D. Network equipment
    - E. Lab infrastructure
    - F. Cisco 7500 router
    - G. Schlumberger GR303 Tester
  - Parcel 7 Development lab equipment
    - A. Hardware test equipment
    - B. Power distribution equipment
    - C. Software development equipment
  - Parcel 8 All intellectual property related to the Company's Integrated Access Device (Sedona Networks 1000) technology
  - Parcel 9 All intellectual property related to the Company's Edge-Switch (Sedona Networks 8000)
  - Parcel 10 Transferable software licenses

- Parcel 11 In-house software (productivity tools developed by the Company)
  - A. Test automation
  - B. Problem tracking, integration request, hardware management tool, hardware reservation
  - C. Next generation I/O processor intellectual property
- Parcel 12 Patents and Trademarks
  - A. Patent applications
  - B. Trademark applications
- Parcel 13 Leasehold interests in Premises
  - A. 308 Leggett Drive
  - B. 4037 4043 Carling Avenue
- 3. A listing of the various parcels and items therein may be obtained from the Vendor. Such lists have been prepared solely for the convenience of prospective offerers and are not warranted to be complete or accurate and do not form part of these Conditions of Sale.
- 4. The Vendor may be required to release inventory pursuant to Demands for Repossession of Goods. The inventories included in the Property will be those on hand and available on the closing date of the Agreement(s) of Purchase and Sale therefore.
- 5. Sealed offers marked "Offers Sedona Networks Corp." shall be delivered or mailed postage prepaid to Ernst & Young Inc., 1600-55 Metcalfe Street, Ottawa, Ontario K1P 6L5 to the attention of Mr. Fred Abboud so as to be received before 5:00 o'clock in the afternoon (Eastern Standard Time) on Friday, May 4, 2001. The Vendor reserves the right to advance or extend the offer date at anytime for any reason. The offer date may be advanced for a sale of the intellectual property, as described in parcels 8, 9, 10, 11 and 12, should an offer be made that is acceptable to the Vendor.
- 6. Every offer submitted should be in the form of offer attached hereto as Schedule "B". Offers received by the Vendor which are not in such form may be rejected.
- 7. Offers may be submitted for individual parcels or en bloc for any combination of parcels but all offers must stipulate a separate price for each parcel. Offers submitted for more than one parcel will be considered as a separate offer for each parcel unless the offerer specifically states that the acceptance of one parcel is conditional upon the acceptance of one or more other parcels.
- 8. Offers or proposals from auctioneers to auction the assets on behalf of the Vendor containing a guaranteed minimum net return to the Vendor will be considered.
- 9. Each offerer shall, with its offer, deliver to the Vendor a certified cheque or bank draft payable to Ernst & Young Inc. for fifteen percent (15%) of the aggregate offered price (the "Purchase Price"). The cheque or bank draft accompanying an offer that is accepted by the Vendor shall be deemed to constitute a cash deposit in respect of the accepted offer, and the successful offerer (hereinafter called the "Purchaser") shall pay the balance of the Purchase Price for the Parcel(s) described in the accepted offer (hereinafter called the "Purchased Property") to the Vendor, in cash, by certified cheque or bank draft, on the

Closing Date (as hereinafter defined) or such other date as may be mutually agreed upon by the Vendor and the Purchaser.

- 10. Cheques accompanying offers that are not accepted will be returned to the offerer by registered mail addressed to the offerer at the address set out in its offer or made available for pick up not later than fourteen (14) days following the date for submitting offers unless otherwise arranged with the offerer.
- 11. If any offer is accepted by the Vendor, then such acceptance shall be communicated to the Purchaser within fourteen (14) days of the last date for receiving offers by notice in writing to the Purchaser at the address set forth in the offer, such notice to be given by fax, courier or personal delivery and to be deemed effectively given when faxed or delivered, as the case may be.
- 12. When an offer for any Parcel(s) is accepted, the terms of the advertised notice of sale, the offer and the acceptance thereof, and these Conditions of Sale shall constitute an agreement of purchase and sale (hereinafter called the "Agreement of Purchase and Sale") between the Purchaser and the Vendor with respect to such Parcel(s). The closing date (hereinafter the "Closing Date") of each Agreement of Purchase and Sale shall be the later of: a) May 18, 2001; and b) the business day following the date on which all necessary approvals required of the Vendor to close such sale shall have been obtained.
- 13. The closing of each Agreement of Purchase and Sale (hereinafter called the "Closing") shall take place at the office of the Vendor, 1600-55 Metcalfe Street, Ottawa, Ontario K1P 6L5 or at the option of the Vendor, at the offices of the Vendor's solicitors at 11:00 o'clock in the forenoon on the Closing Date thereof.
- 14. Upon Closing of the sale contemplated by each Agreement of Purchase and Sale, the Purchaser thereunder shall be entitled, upon receipt by the Vendor of the Purchase Price, to such Deeds, Bills of Sale or Assignments as may be considered necessary by the Vendor to convey the Purchased Property to the Purchaser, provided that the Purchaser shall remain liable under the Agreement of Purchase and Sale notwithstanding any assignment of the Agreement of Purchase and Sale by the Purchaser prior to Closing. Any such Deeds, Bills of Sale or Assignments shall contain only a release of the Vendor's interest in the Purchased Property and shall not contain any covenant other than a covenant that the Vendor has done no act to encumber the Purchased Property.
- 15. The Purchaser shall pay on Closing, in addition to the Purchase Price:
  - (a) all applicable federal and provincial taxes;
  - (b) subject to paragraph 19, the costs, if any, of dismantling or removing the Purchased Property from its present location;
  - (c) subject to paragraph 19, the cost, if any, of repairing any damage caused by dismantling or removal of the Purchased Property from its present location, and returning such location to a neat and clean condition.

- 16. The Purchaser shall assume, at the Purchaser's cost, complete responsibility for compliance with all municipal, provincial or federal laws insofar as the same apply to the Purchased Property and the use thereof by the Purchaser.
- 17. The Vendor shall not be required to produce any abstract of title, title deed, title documents or other documents or copies thereof or any evidence as to title, other than those in its possessions.
- 18. With respect to offers made for the assumption of the lease for any of the premises occupied by the Company, the Purchaser thereof shall, within ten (10) days of notice of acceptance of the Purchaser's offer, deliver to the Vendor, in its capacity as Trustee in Bankruptcy:
  - (a) a covenant to observe and perform the terms of any lease entered into by the Company with respect to the leased premises and to conduct upon the leased premises a trade or business which is not reasonably of a more objectionable or hazardous nature than that which was conducted thereon by the Company;
  - (b) full particulars of the Purchaser's financial ability including its most recent financial statements and any letters of reference from the Purchaser's other landlord(s), if any, and its bank(s) and such other information as the Vendor deems advisable or necessary to demonstrate to the landlord of the leased premises that the Purchaser is fit and proper to be put into possession of the premises in question; and
  - (c) an indemnity (with such security as the Vendor deems acceptable) to the Vendor to hold the Vendor harmless from and against any and all liabilities of the Vendor to the landlord that may arise after the Closing Date in respect of any such lease.

The Vendor agrees to use its best efforts to obtain the consent of the landlord, if required for the assignment of such lease but, in doing so, the Vendor shall not be required to incur any expense or liability. In the event that such consent is required and the landlord refuses to consent, the Agreement of Purchase and Sale with respect to such Parcel shall be deemed to be null and void, and the Purchaser shall be entitled to a return of the deposit money without interest, costs or compensation. Alternatively, the Vendor shall, in its discretion, and at the cost of, and on obtaining the written instructions of the Purchaser, apply for an order under the applicable Commercial Tenancies Act (or such similar legislation then in effect in the province in which the relevant premises are situate) permitting the assignment of lease and dispensing with the consent of the landlord.

- 19. In all cases where the Purchaser is not assuming the lease of the Company's premises, the purchaser shall, on closing, a) undertake in writing to dismantle and remove, at its own expense, the Purchased Property from its present location and restore the premises to a neat and clean condition on or before May 31, 2001; or b) make the payments required pursuant to paragraphs 15 (b) and (c) hereof.
- 20. All adjustments of insurance, taxes, rents, local improvements and other items, usually adjusted as between a vendor and a purchaser including, in this case, any adjustments, if applicable for prepayments made by the Company or the Vendor with respect to the

leased premises will be made as at the Closing Date on which the balance of the Purchase Price is payable to the Vendor.

- 21. If the Purchaser of any Parcel(s) fails to comply with the Agreement of Purchase and Sale, the Purchaser's deposit shall be forfeited to the Vendor on account of liquidated damages and such Parcel(s) may be resold by the Vendor, and the Purchaser shall pay to the Vendor (i) an amount equal to the amount, if any, by which the Purchase Price under the Agreement of Purchase and Sale exceeds the net purchase price received by the Vendor pursuant to such resale, and (ii) an amount equal to all costs and expenses incurred by the Vendor in respect of, or occasioned by the Purchaser's failure to comply with the Agreement of Purchase and Sale.
- 22. By submitting an offer, a Purchaser acknowledges that it has inspected the Purchased Property and that the Purchased Property is sold on an "as is, where is" basis at the time of Closing and that no representation, warranty or condition is expressed or implied as to title, description, fitness for purpose, merchantability, quantity, conditions or quality thereof or in respect of any other matter or thing whatsoever. Without limitation, all Parcels are specifically offered as they exist on Closing with no adjustments to be allowed the Purchaser for changes in conditions, qualities or quantities of such parcels from the date hereof to the Closing Date. Each Purchaser acknowledges that the Vendor is not required to inspect or count, or provide any inspection or counting, of the Purchased Property or any part thereof and each Purchaser shall be deemed, at its own expense, to have relied entirely on its own inspection and investigation. It shall be the Purchaser's sole responsibility to obtain, at its own expense, any consents to such transfer and any further documents or assurances which are necessary or desirable in the circumstances.
- 23. Ernst & Young Inc. acts in its capacity as Receiver and Trustee of Sedona Networks Corp. with regards to the assets of the Company and shall have no personal or corporate liability hereunder or under any Agreement of Purchase and Sale contemplated hereby or as a result of any sale contemplated hereby.
- 24. The highest or any offer will not necessarily be accepted.
- 25. No offerer shall be at liberty to withdraw, vary or countermand an offer once made.
- 26. The Vendor, at its discretion, may waive or vary any or all of the terms and conditions hereof or of its Notice of Sale by Offer.
- 27. The terms and conditions contained herein shall not merge on the Closing of the transaction contemplated by any Agreement of Purchase and Sale but shall survive such Closing and remain in full force and effect and be binding on the Purchaser thereafter.
- 28. The Purchaser shall submit to the Vendor all proposed advertisements which it intends to make concerning any resale of the Purchased Property and no advertisement will be placed without the Vendor's prior written approval, such approval not to be unreasonably withheld.
- 29. Every Purchaser shall represent to the Vendor in its offer whether it is, or is not, a non-Canadian person as defined in the Investment Canada Act (in this paragraph, the "Act"). If the Purchaser is a non-Canadian person and if the Vendor is agreeable to the extension

of the closing date to the date hereinafter set forth (such agreement to be evidenced in writing), the Purchaser shall give the required notice under the Act so that allowance of the transaction under the Act shall have been obtained (in this paragraph, "Approval") within 60 days after communication of acceptance pursuant to Paragraph 12. The Purchaser shall bear the costs and expenses of an application for such Approval, including the costs and expenses of the Vendor, if any. The closing date shall be 10 days after Approval, if such closing date does not fall on a Business Day ("Business Day" means any day except Saturday, Sunday or a legal holiday in the Province of Ontario). The calculation by the Vendor as to what constitutes its costs and expenses shall be final and binding on the Purchaser and shall be paid by the Purchaser to the Vendor at closing. If Approval is not obtained within the aforesaid 60 day period, the Vendor shall be at liberty to terminate the Agreement of Purchase and Sale in connection with which such Approval is being sought in which case the Purchaser shall be entitled only to a return of the deposit, without interest, costs or compensation of any kind whatsoever less the above mentioned costs and expenses of the Vendor.

- 30. The validity and interpretation of an Agreement of Purchase and Sale shall be governed by the laws of Ontario, and such Agreement shall enure to the benefit of and be binding upon the parties thereto, and their respective heirs, executors, administrators, successors or assigns as the case may be.
- 31. All stipulations as to time are strictly of the essence.
- 32. Any offer of documents or money hereunder may be made upon the Vendor or the Purchaser, or their respective solicitors. Payment hereunder may be effected by a bank draft or cheque certified by a Canadian Chartered Bank, Trust Company or Province of Ontario Savings Office.
- 33. The obligations of the Vendor to complete an Agreement of Purchase and Sale shall be relieved if, on or before the closing of such sale, any Parcel which is the subject of the sale has been removed from the control of the Vendor by any means or process, or any such parcel is redeemed, whereupon the only obligation of the Vendor shall be to return the applicable deposit, without interest, costs or compensation.

Dated at Ottawa, Ontario this 12 day of April, 2001.

#### **ERNST & YOUNG INC.**

Receiver and Trustee of Sedona Networks Corp. 1600 – 55 Metcalfe Street Ottawa, ON K1P 6L5

Attention: Mr. Fred Abboud Telephone: (613) 598-4373